

Godrej Consumer Products Ltd.
Regd. Office: Godrej One,
4th Floor, Pirojshanagar,
Eastern Express Highway,
Vikhroli (E), Mumbai - 400 079, India.
Tel : +91-22-2518 8010/8020/8030
Fax : +91-22-2518 8040
Website : www.godrejcp.com

CIN : L24246MH2000PLC129806

May 10, 2023

BSE Limited

Corporate Relations Department
Phiroze Jeejeebhoy Towers, 25th Floor, Dalal Street,
Fort, Mumbai - 400 001
Scrip Code: 532424

The National Stock Exchange of India Ltd

Exchange Plaza, 4th Floor, Bandra-Kurla Complex,
Mumbai 400 050
Symbol: GODREJCP

Dear Sirs,

Subject: Press Release

In continuation of our letter of today's date on Consolidated and Standalone Audited Financial Results for the quarter and financial year ended March 31, 2023, we enclose herewith a copy of Press Release.

Please take the above information on record.

Thank you.

Yours faithfully,

For Godrej Consumer Products Limited

Rahul Botadara

Company Secretary & Compliance Officer



PRESS RELEASE

4Q FY 2023 results – GCPL clocks sales of INR 3,172 crore, with double-digit growth of 10% (14% constant currency growth), and reported net profit growth of 24%.

Mumbai, May 10, 2023: Godrej Consumer Products Limited (GCPL), a leading emerging markets FMCG company, today announced its financial results for the quarter ending March 31, 2023.

FINANCIAL OVERVIEW

4Q FY 2023 FINANCIAL PERFORMANCE SUMMARY:

- 4Q FY 2023 consolidated sales grew by 10% in INR led by volume growth of 6%; constant currency growth of 14% year-on-year
 - India business sales grew by 12% year-on-year led by volume growth of 11%
 - Indonesia sales grew by 8% in INR and 5% in constant currency terms, year-on-year; ex-Hygiene growth of 14% and 11% in INR and constant currency respectively
 - Africa, USA and Middle East sales grew by 6% in INR and 8% in constant currency terms, year-on-year
 - Latin America & SAARC sales declined by 3% in INR and grew by 64% in constant currency terms, year-on-year
- 4Q FY 2023 consolidated EBITDA grew by 32% year-on-year
- 4Q FY 2023 consolidated net profit grew by 29% year-on-year (without exceptional items and one-offs)

MANAGING DIRECTOR AND CEO'S COMMENTS

Commenting on the business performance of 4Q FY 2023, Sudhir Sitapati, Managing Director and CEO, GCPL, said:

We had a strong end to the year with volume-led double-digit sales growth in 4Q FY 2023. Consolidated sales grew by 10% in INR terms and 14% in constant currency terms. We have continued to witness sequential improvement in volume growth with 6% year-on-year increase in Q4. The performance was broad based with India Branded business delivering stellar volume growth of 13%, led by double-digit volume growth in both Home Care and Personal Care. In Indonesia, our core business performance continued to improve with ex-Hygiene growth of 11% in constant currency terms. The double-digit growth trajectory in our Africa, USA and Middle East business was temporarily impacted by election and demonetisation in Nigeria.

Our quality of profits has also been improving with Consolidated Gross Margin expansion of 180 bps quarter-on-quarter, 340 bps year-on-year and EBITDA Margin improvement of 360 bps year-on-year. We grew EBITDA by 32% year-on-year along with continued working media investments which saw a growth of 20% year-on-year. Our net profit without exceptional and one-offs increased by 29% year-on-year.

We expect to build on the current momentum and deliver volume-led growth along with upfront marketing investments and improvement in profitability. We continue to have a strong balance sheet. We are on track in our journey to reduce wasted cost and are deploying this to drive profitable and sustainable volume growth across our portfolio through category development.

We remain committed to our purpose of bringing the goodness of health and beauty to consumers in emerging markets.

BUSINESS UPDATE – INDIA

Performance Highlights

- 4Q FY 2023 India sales grew by 12% to INR 1,789 crore; volume grew by 11%
- 4Q FY 2023 EBITDA grew by 26% to INR 475 crore
- 4Q FY 2023 Net Profit without exceptions and one-offs grew by 17% to INR 406 crore

Category Review

Home Care

Home Care grew by 14%

- Household Insecticides continues to improve its growth trajectory, with growth in teens. Performance was broad based with both the mosquito and non-mosquito portfolio growing in double digits. We are scaling up distribution of access packs of Goodknight Liquid Vaporizer and HIT No-gas Spray. We continue to drive category adoption and penetration for long-term sustainable growth.
- Air Fresheners continue to consistently deliver strong double-digit growth. Aer continues to gain share and enjoy market leadership. Performance was led by robust growth in both Aer Pocket and Aer Matic. We continue to drive category development and relevance-building initiatives.

Personal Care

Personal Care grew by 17%

- Personal Wash delivers double-digit growth led by healthy volume growth. We continue to gain market share in Personal Wash. Magic Handwash grew double digits in volume terms.
- Hair Colour continues to consistently deliver strong double-digit growth. Growth was led by strong performance across formats. We launched an access pack of Godrej Selfie Shampoo Hair Colour at INR 15, predominantly in the South market.

BUSINESS UPDATE – INDONESIA

Core business performance improves in Indonesia with sales growth of 5% in constant currency terms. Sales, excluding Hygiene (Saniter), saw a growth of 11% in constant currency terms. Our EBITDA margins at 21.5% were flat year-on-year. We also completed the transition to a distributor model.

BUSINESS UPDATE – AFRICA, USA AND MIDDLE EAST

Our Africa, USA and Middle East cluster delivered high single-digit sales growth of 8% in constant currency terms. Performance was impacted by election and demonetisation in Nigeria; however, business saw recovery in March 2023. We continue to deliver double-digit sales growth in the FMCG category. EBITDA margins at 10% expanded by 860 bps year-on-year due to a lower base.

ABOUT GODREJ CONSUMER PRODUCTS

Godrej Consumer Products is a leading emerging markets company. As part of the 125-year young Godrej Group, we are fortunate to have a proud legacy built on the strong values of trust, integrity, and respect for others. At the same time, we are growing fast and have exciting, ambitious aspirations.

Today, our Group enjoys the patronage of 1.15 billion consumers globally, across different businesses. We rank among the largest Household Insecticide and Hair Care players in emerging markets. In Household Insecticides, we are the leader in India, the second largest player in Indonesia and are expanding our footprint in Africa. We are the leader in serving the Hair Care needs of women of African descent, the number one player in Hair Colour in India and Sub-Saharan Africa, and among the leading players in Latin America. We rank number two in Soaps in India and are the number one player in Air Fresheners and Wet Tissues in Indonesia.

But for us, it is very important that besides our strong financial performance and innovative, much-loved products, we remain a good company. Approximately 23 per cent of the promoter holding in our Group is held in trusts that invest in the environment, health, and education. We are also bringing together our passion and purpose to make a difference through our 'Good & Green' approach to create a more inclusive and greener India.

At the heart of all of this, is our talented team. We take much pride in fostering an inspiring workplace, with an agile and high-performance culture. We are also deeply committed to recognising and valuing diversity across our teams.

Disclaimer:

The financials disclosed above may differ from the reported financials to reflect the real business financial performance. Some of the statements in this communication may be forward looking statements within the meaning of applicable laws and regulations. Actual results might differ substantially from those expressed or implied. Important developments that could affect the Company's operations include changes in the industry structure, significant changes in political and economic environment in India and overseas, tax laws, import duties, litigation, and labour relations.